No.2015/ W-I/Genl/Presentation/Pt. New Delhi, 15th March, 2016

Chairman & Managing Director,
M/s IRCON International Ltd.
C-4, Distt Centre, Saket
New Delhi

Chairman & Managing Director,
M/s Mumbai Railway Vikas Corporation Ltd,
2nd Floor, Churchgate Station Building,
Mumbai- 400020

Chairman & Managing Director,
M/s Konkan Railway Corporations Ltd,
Post Box No. 9, Belapur Dhawan,
Sect. 11, CBD Belapur
Navi Mumbai- 400614

Chairman & Managing Director,
M/s RITES,
RITES Bhawan, Plot No. 1, Sector 29
Gurgaon.

Sub: Terms & condition of transfer of projects to PSUs (other than RVNL)
Ref: This office letter of even no. dated 11.12.2015.

Vide referred letter, 20 projects were transferred to Railway PSUs for execution. Whereas Terms and conditions of assignment of projects to RVNL were communicated vide this office letter of even no. dated 29.12.15; the same for other four PSUs are as below:

1. A contract agreement will be signed between the PSU and Zonal railways. This contract agreement will be similar to the agreement signed between M/s IRCON and NF Railway in case of Agartala- Akhaura and Sivok- Rangpo new line projects. The responsibility of the PSUs and counter responsibility of the zonal railways (to provide time bound clearances for plans & drawings, release of payments reinforced through incentives and penalties on either side) will be laid down in the agreement to avoid disputes and delays in project execution. To the extent possible, EPC mode of contracting shall be adopted.

2. Further, contracts will be awarded by the PSU in a transparent manner to ensure price discovery through open bidding, following due procedures and adhering to the CVC guidelines on the subject.

3. The detailed estimate shall be prepared/revised by the zonal railways with the approval of competent authority as per delegation of powers.

4. D & G charges, as admissible to RVNL (circulated vide railway board’s letter no. 2004/W-1/RVNL/ 5 dated 04.01.2012) shall be admissible for other PSUs also for
execution of these projects. However, these D & G charges shall be fixed only as per original estimate approved by competent authority.

5. Project advance to the tune of 10% of the cost of the project will be given based on the demands of above PSUs.

This has approval of competent authority.

(Mohit Lila)
Director Works-I
011-23383833

Copy to:
1. The General Managers, All Indian Railways.
2. ED/F(B), ED/F(RM), ED/(PSU) in Railway Board

For Financial Commissioner/Railways

Copy to: CAO(Com) ECR, ECR, SCR, SRC, CR & WR